

Comprehensive Annual Financial Report

Fiscal Year Ended September 30, 2010



Presented by Jeff May, Collin County Auditor

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Independent Auditor's Report

The County's financial statements have been audited by Patillo, Brown & Hill LLP.

Expresses an unqualified or "clean" opinion on the basic financial statements of Collin County, meaning the auditor can state, without reservation, that the financial statements are presented in all material respects in conformity with generally accepted accounting principles.



Independent Auditor's Report

The report noted no matters involving internal control over financial reporting and its operation that were considered to be material weaknesses.

There were no instances of noncompliance or reportable conditions that are required to be reported under Government Auditing Standards.



Statement of Net Assets

GASB Statement 34 - Government Wide

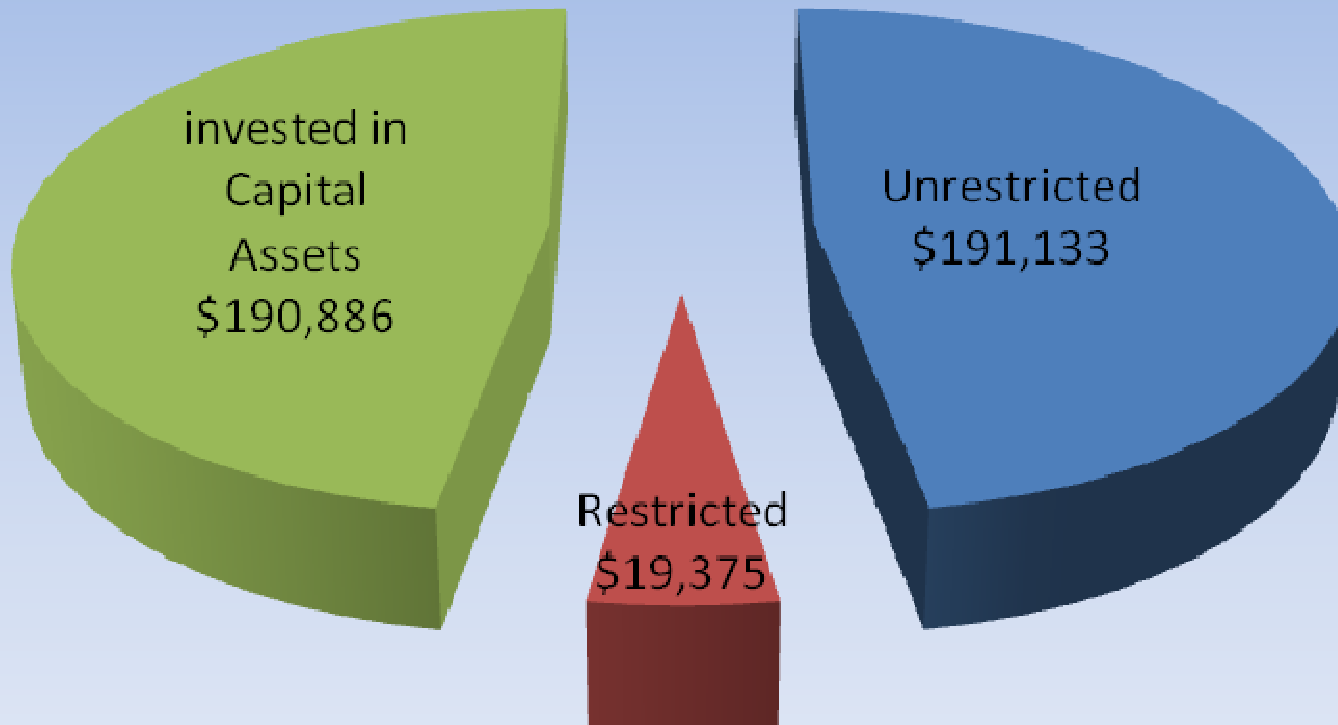


	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
Current and Other Assets	\$ 450,776	\$ 421,985	\$ (13,950)	\$ (6,638)	\$ 436,826	\$ 415,347
Capital Assets	<u>411,776</u>	<u>499,417</u>	<u>14,131</u>	<u>6,887</u>	<u>425,907</u>	<u>506,304</u>
Total Assets	<u>862,552</u>	<u>921,402</u>	<u>181</u>	<u>249</u>	<u>862,733</u>	<u>921,651</u>
Current Liabilities	34,536	12,282	167	245	34,703	12,527
Long-term Liabilities	<u>426,803</u>	<u>448,352</u>	<u>-</u>	<u>-</u>	<u>426,803</u>	<u>448,352</u>
Total Liabilities	<u>461,339</u>	<u>460,634</u>	<u>167</u>	<u>245</u>	<u>461,506</u>	<u>460,879</u>
Net Assets:						
Invested in capital assets,						
net of related debt	190,886	280,840	14,131	6,887	205,017	287,727
Restricted	19,375	25,021	-	-	19,375	25,021
Unrestricted	<u>191,133</u>	<u>144,907</u>	<u>(14,117)</u>	<u>(6,883)</u>	<u>177,016</u>	<u>138,024</u>
	<u>\$ 401,394</u>	<u>\$ 450,768</u>	<u>\$ 14</u>	<u>\$ 4</u>	<u>\$ 401,408</u>	<u>\$ 450,772</u>

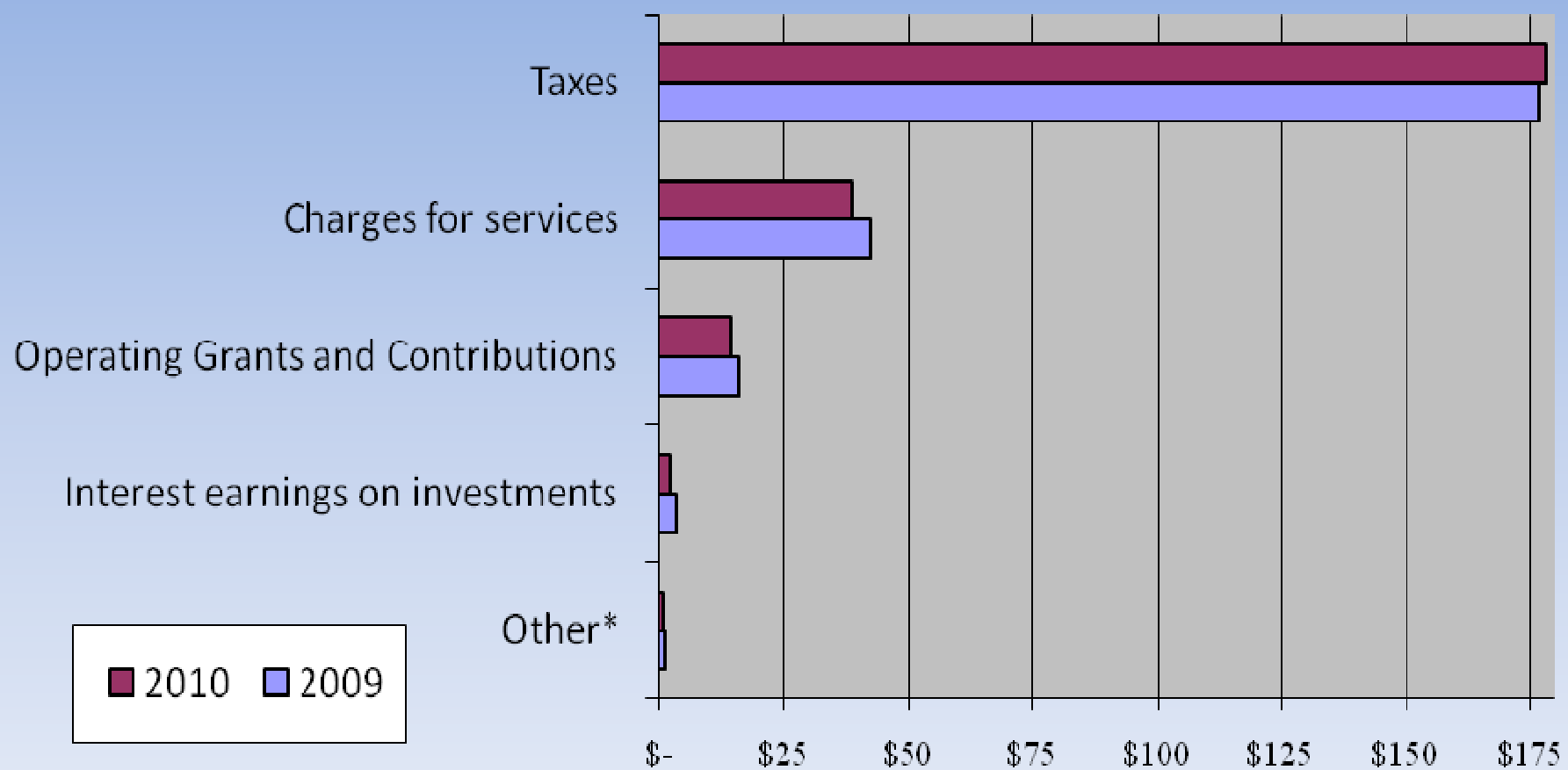
Net Assets Governmental Activities



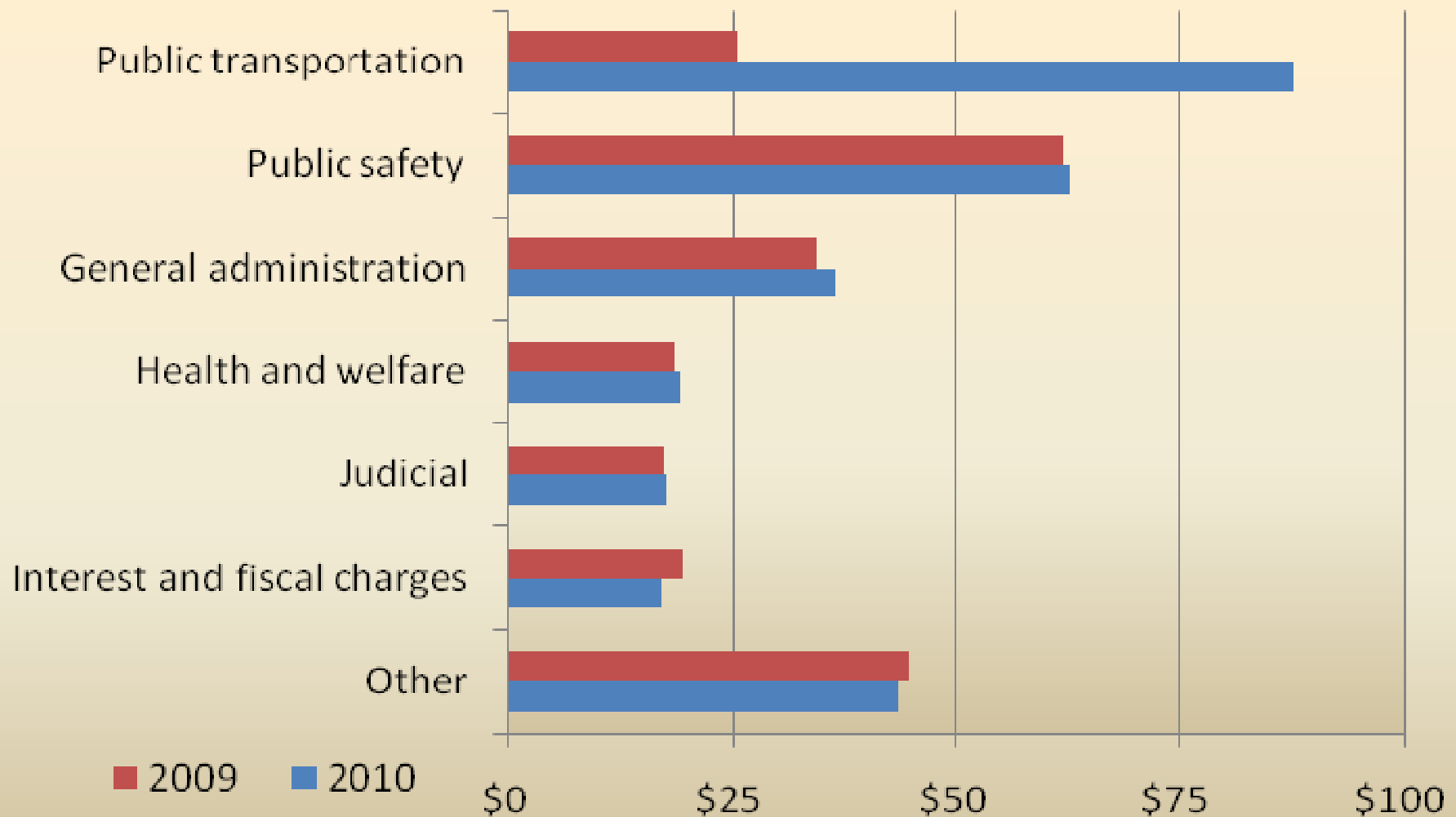
(in thousands)



Two Year Comparison Governmental Revenue



Two Year Comparison Governmental Expenditures



Financial Results 2010 vs 2009



- **Assets exceed liabilities by \$401.4M on a government-wide basis, a decrease of \$49.4M from 2009**
- **Taxes and other revenues of governmental activities amounted to \$234.5M:**
 - **Property taxes - \$176.0M (76.1%)**
 - **Charges for services - \$38.6M (16.5%)**
 - **Operating grants and contributions - \$14.3M (6.1%)**
- **\$81.9M reclassified to Deferred Contributions for projects the County, upon completion, will donate to other governmental entities.**

Revenue Variance 2010 vs 2009



- **Revenues from governmental activities decreased by \$5.9M or 10.0% from FY 2009**
 - Reductions primarily from charges for services (down 16.5%) and operating grants and contributions (down 6.1%)
- **Taxes increased by \$1.4M or 0.81%.**
- **Interest earnings on investments decreased by 37.5%**

Expense Variance 2010 vs 2009



- **Transportation increased by \$62.3M (244.3%) for roads completed.**
- **Public safety up from \$61.9M to \$62.5M (0.9%).**
- **General administration increased from \$34.5M to \$36.5M (5.7%), due to increases in capital assets and additional funding for TCDRS to reduce the County's unpaid liability for employee retirement.**

Changes in Fund Balance 2010 vs 2009



- **Governmental funds reported a combined ending fund balance of \$358.1M, a decrease of \$32.7M (8.3%) from FY 2009**
- **42.3% of fund balances (\$151.5M) constitute unreserved, undesignated funds**
- **Designated fund balance was \$9.4M**

Changes in Fund Balance (cont)



- **Reserved fund balance indicates it is not available for new spending; amounts were:**
 - **\$72.7M** Capital projects
 - **\$87.3M** Liquidate 2009 Purchase Orders
 - **\$4.4M** Debt service
 - **\$17.0M** Toll Road Authority
 - **\$10.8M** Health Care Costs
 - **\$4.9M** Other Items

Budgetary Highlights



- **Final amended expenditure budget was \$153.7M, or \$1.8M higher than original approved budget of \$151.9M**
- **Actual expenditures for FY 2010 were \$134.7M, or 12.4% less than the final amended budget.**

Budgetary Highlights (cont)



- **General Fund revenues were higher than the final budget by \$2.2M, due to**
 - **\$0.2M Taxes lower**
 - **\$1.7M Fees and permits higher**
 - **\$0.4M Charges for services lower**
 - **\$0.9M Interest higher due to more investable cash from lower expenditures**
 - **\$0.5M Fines and forfeitures lower**

Budgetary Highlights (cont)



- **General Fund expenditures were \$19.0M lower than budgeted expenditures, due to**
 - **\$11.4M contingency not spent**
 - **\$1.2M public facilities lower**
 - **\$0.7M public safety lower**
 - **\$1.1M health and welfare lower**
 - **\$0.8M capital outlays lower**
 - **\$0.7M judicial expense lower**

Financial Ratios/Analysis



- **The General Fund has approximately 12 months worth of operating expenditures in unrestricted fund balance.**
- **The ratio of current assets to current liabilities in the governmental funds is 12:1**
- **About 6.5% of all governmental revenue is received through state and federal funding**
- **Property tax revenue is about 84.1% of the General Fund's total revenue**

Financial Ratios/Analysis



- **Debt service to Total Expenditures = 16.4%**
- **Total General Fund Expenditures per Capita, adjusted for inflation, has increased 8.8%:**
 - **2010 = \$170.18 2001 = \$156.38**
- **Number of employees per 1,000 population has gone down by 6.2% over the last 10 years:**
 - **2010 = 2.10 2001 = 2.23**

The background is a dark blue grid. A large, glowing, upward-pointing arrow is composed of many small, colorful, pixelated segments. A wavy line, also made of similar segments, curves across the lower half of the image. On the right side, there is a vertical axis with numerical labels from 9 to 19. A bright, circular light effect is centered near the bottom right, partially obscuring the arrow and the grid.

Thank You